Dear Bobs

Tour letter concerning the intelligence estimates on Soviet ground forces raises some very interesting points about their reliability, consistency and ranges of uncertainty. I agree that we need a thorough study to evaluate all available information concerning the aspects of Soviet ground forces specified in your letter, and we are proceeding as follows:

- i. A panel of CiA and Dis personnel has been established. The participation of one or two qualified people from your steff as observers would sid us in interpreting your requirements for information and in obtaining US cost data for comparative purposes. They would also help you in evaluating the results of the study.
- 2. This panel is responsible for reviewing all pertinent evidence and preparing a thorough and objective study on manpower, equipment, costs, and the qualitative aspects of Soviet ground forces. I plan to ask the Board of Sational Setimates to review this study, and of course General Carroll and I will review it.
- i. Wherever possible, the ranges of uncertainty will be treated explicitly according to the definitiveness and the reliability of the evidence.
- 4. A preliminary report will be forwarded to you to August, and at this point we will decide on the type of long run program that will best serve to improve our enticates in this field. ARCHARGE

I would like to comment on some staff substantive statements in your letter. In evaluating South littley forces there is the danger of interring that the Soviete have the same dotteins on

the combat tasks envisioned by the US and the US. Even in 1952, the combat tasks envisioned by the US and the USS for their ground divisions resulted in different organizations; and deployment postures; recent changes appear to have increased these differences. For example, Soviet divisional strengths are far below those of either the US pentonic or HUAL divisions. It is now estimated that there are about half as many men in a typical combat ready Soviet tank division as there are in a typical US armoved division. Other eignificant differences exist in precurement policy, logistic support, and mobilization concepts.

in reply to your request for information on how the Soviets are allocating their military expenditures. There attached to this letter a recent CLA study prepared in support of ME 11-4-6) which is currently in process. This study includes estimates of aupenditures by salanion and category in terms which are as comparable to those of the US as lieviet organization and data Hanitations permit. There is also an extensive section on the similarities and differences in the scope of US accounts and those used in the study. The study covers the period 1952 through 1967; however, the estimates for the future have a very wide range of uncertainty. The Agency has made similar studies annually for more than five years, and although the full details of such studies have not been included in National Insulligence actimates, they have been used to access the economic feasibility of estimated howlet silitary programs. it was the long history of experience in this field which paranitted the Agency to contribute the costing sepect of the work of the Cla-Dis Joint Analysis Cross mantioned in your latter. Parthermore. another Setimate (NES 1)-5-63), recently completed, examines the problems facing the Soviet economy including the broader aspects of military and space programs.

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Secretary of Defense
Yashington 25, D. C.